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BY CM/ECF AND HAND DELIVERY

The Honorable William C. Bryson U.S. District Court for the District of Delaware 844 North King Street Wilmington, DE 19801

Re: British Telecommunications, plc v. IAC/INTERACTIVECORP et al.

(C.A. No. 1-18-366-WCB)

Dear Judge Bryson:

The parties respectfully submit this Joint Status Report pursuant to Oral Order dated May 10, 2023, on the status of the reexamination proceeding for United States Patent No. 7,243,105 (the "Thint '105 Patent") (D.I. 320).

Nature and State of the Proceedings

British Telecommunications, plc ("British Telecom") filed its first amended complaint in this action against, *inter alia*, IAC/InterActiveCorp ("IAC"), Match Group, Inc. ("MGI"), Match Group, LLC ("MGL") (collectively referred to herein as "IAC") on June 8, 2018 (D.I. 17) asserting infringement of the Thint '105 Patent. IAC filed its answers to the amended complaint on February 19, 2019 (D.I. 64-67). This Court issued its Claim Construction Order for the Thint '105 Patent on September 27, 2019 (D.I. 131). This action has been narrowed to only involve an infringement allegation of claim 10 of the Thint '105 Patent. IAC filed an *ex parte* reexamination request for claim 10 of the Thint '105 Patent and a Motion to Stay (D.I. 245), which this Court granted on September 11, 2020 (D.I. 253).

Status of the Reexamination Proceeding for United States Patent No. 7,243,105

On June 26, 2020, IAC requested *ex parte* reexamination of the Thint '105 Patent and the United States Patent and Trademark Office ("PTO") ordered reexamination on August 18, 2020. *Request for Ex Parte Reexamination of U.S. Patent No. 7,243,105 Pursuant to 37 C.F.R. 1.510*, Reexamination Control No. 90/014,542 (June 26, 2020); *Decision on Request for Ex Parte Reexamination*, Reexamination Control No. 90/014,542 (Aug. 18, 2020).

On February 22, 2021, and June 29, 2021, the Examiner twice-rejected claim 10. *Non-Final Rejection*, Reexamination Control No. 90/014,542 (June 29, 2021); *Non-Final Rejection*,

Reexamination Control No. 90/014,542 (February 22, 2021). On January 11, 2022, the Examiner again rejected claim 10. *Final Rejection*, Reexamination Control No. 90/014,542 (Jan. 11, 2022).

In the first Non-Final Rejection, the Examiner applied the Court's claim construction (D.I. 131) and construed claim 10 in the same manner as the Court. In the second Non-Final Rejection, the Examiner applied the broadest reasonable interpretation standard (BRI), and explained the departure from this Court's claim construction. And in the Final Rejection the Examiner maintained his interpretation under the BRI standard.

British Telecom appealed these rejections to the Patent Trial and Appeal Board ("PTAB"). *Appeal Brief*, Reexamination Control No. 90/014,542 (May 6, 2022). On June 15, 2022, the Examiner filed an answer to British Telecom's Appeal Brief maintaining the rejections of claim 10. *Examiner's Answer to Appeal Brief*, Reexamination Control No. 90/014,542 (June 15, 2022). In its answer, the Examiner again construed claim 10 according to the BRI standard, again explaining the departure from the Court's claim construction. British Telecom requested an oral hearing before the PTAB. *Request for Oral Hearing*, Reexamination Control No. 90/014,542 (Aug. 12, 2022).

On January 4, 2023, the PTAB issued a decision on appeal reversing some rejections of claim 10 based on the Examiner's rationale, but affirming ed other rejections of claim 10 based a new ground of rejection. *Patent Board Decision under 37 C.F.R. 41.50(b)*, Reexamination Control No. 90/014,542 (Jan. 4, 2023). In the decision, the PTAB also determined that the Examiner's claim construction was erroneous, and instead adopted this Court's claim construction. *Id.* at 9.

Applying this Court's claim construction, the PTAB reversed the Examiner's findings and determined that claim 10 was not anticipated or obvious over the Welsh reference, affirmed that claim 10 was invalid under section 103 in view of the Zhou reference (alone and in combination with the admitted prior art), albeit for different rationale than that articulated by the Examiner, and did not reach the issue of whether claim 10 is anticipated by the Zhou refence under section 102. *Id.* at 10 and 16-17. This is illustrated in the PTAB's chart and accompanying footnote, shown below:

DECISION SUMMARY

In summary:

Claims Rejected	35 U.S.C. §	References/Basis	Affirmed	Reversed	New Ground
10	103	Welsh		10	
10	102(b)	Zhou ⁵			
10	103	Zhou	10		10
10	103	APA, Welsh		10	
10	103	APA, Zhou	10		10
Overall Outcome			10		10

⁵ Because we do not reach the merits of this rejection, we leave the table cells corresponding to this rejection blank.

In response to the new grounds of rejection, on March 3, 2023, British Telecom filed a request to reopen prosecution based on new evidence—including an expert declaration. *Patent Owner's Request to Reopen Prosecution Pursuant to 37 C.F.R. 41.50(b)(1) Based on New Evidence*, Reexamination Control No. 90/014,542 (Mar. 3, 2023). As of the filing of this joint status report, British Telecom's request to reopen prosecution is still pending.

The Parties' Position Regarding the Ongoing Prosecution and Continued Stay

The Parties respectfully submit that the stay be maintained until the PTO's reexamination of the Thint '105 Patent is completed. As this Court noted in its order granting the stay, if the stay is lifted, the proceedings before the PTO and before the Court would proceed concurrently, which would waste resources. D.I. 253. Additionally, lifting the stay while prosecution of the Thint '105 Patent is ongoing raises the risk of conflict between a district court judgment and the PTO's determination of the validity of the patent claim.

British Telecom has not amended claim 10, and has instead requested reopening of prosecution in the reexamination proceeding.

Thus, maintaining the stay to allow for the completion of the reexamination proceeding will not increase complexity of this litigation, and instead will only help to clarify some of the invalidity issues presented.

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